

TIMBER NOTICE OF SALE

SALE NAME: HEMPHILL HARDWOOD

AGREEMENT NO: 30-079010

AUCTION: October 26, 2006 starting at 10:00 a.m., **COUNTY:** Pacific
Pacific Cascade Region Office, Castle Rock, WA

SALE LOCATION: Sale located approximately 11 miles southeast of Menlo, WA

PRODUCTS SOLD AND SALE AREA: All timber, except snags, pre-existing stumps, down timber existing three years prior to the day of sale, trees tagged out with leave tree area tags, and leave trees marked with blue paint, bounded by the following: Timber sale boundary tags, reprod, and property lines in Unit #1; timber sale boundary tags, property lines and reprod in Unit #2 ; timber sale boundary tags, property line, reprod and the P&E 1200 road in Unit #3; timber sale boundary tags and reprod in Unit #4; timber sale boundary tags, property line and reprod in Unit #5: 2 orange painted trees along the Right-of-Way into Unit #4 on part(s) of Sections 16 and 17 all in Township 13 North, Range 7 West, W.M., containing 126 acres, more or less.

ESTIMATED SALE VOLUMES AND QUALITY:

Species	Avg DBH	Ring Count	Total MBF	MBF by Grade								UT
				1P	2P	3P	SM	1S	2S	3S	4S	
Douglas fir	25.7	7	1,762						1,370	355	37	
Red alder	13.9		1,457					28	254	586	589	
Hemlock	19.5	7	184						115	59	10	
Maple	21		34							17	17	
Spruce	25.8		31						18	10	3	
Red cedar	35.9		18							16	2	
Sale Total			3,486									

MINIMUM BID: \$856,000.00 **BID METHOD:** Sealed Bids

PERFORMANCE SECURITY: \$100,000.00 **SALE TYPE:** Lump Sum

EXPIRATION DATE: December 31, 2008 **ALLOCATION:** Export Restricted

BID DEPOSIT: \$85,600.00 or Bid Bond. Said deposit shall constitute an opening bid at the appraised price.

HARVEST METHOD: Cable and shovel harvesting methods. Shovel logging will not be permitted on slopes over 35%. Lead end suspension required on all cable settings. See Schedule L for further harvesting specifications. Shovel yarding will not be permitted from September 30 to May 1 unless authorized in writing by the Contract Administrator.

ROADS: 56.17 stations of optional construction. 5.17 miles of pre-haul maintenance. Rock is available at no charge from two State pits in Section 24, T13N, R7W and Section 29, T13N, R6W. Rock pit expansion is required in both pits. Purchaser shall crush 8,287 cubic yards of rock to 2½ minus specifications. Any damage to any road resulting from any harvest operations will be repaired at the Purchasers expense unless authorized by the Contract Administrator. Road construction will not be permitted from September 30 to May 1 unless authorized in writing by the Contract Administrator.

ACREAGE DETERMINATION

CRUISE METHOD: The sale acres were determined by GPS. The sale area was cruised using a variable plot cruise method. Harvesting activities are estimated to be approximately 70% shovel and 30% cable harvesting.

FEES: \$46,190.00 is due on day of sale. \$9.00 per MBF is due upon removal. These are in addition to the bid price.

SPECIAL REMARKS: Within shovel logging areas, the shovel operator shall pile slash as directed by the Contract Administrator. Landing debris shall be piled as directed by the Contract Administrator. See vicinity map for gate locations. Gate access information is available at the Pacific Cascade Region Office in Castle Rock.